



DEPARTMENT OF RESOURCES RECYCLING AND RECOVERY

801 K STREET, MS 19-01, SACRAMENTO, CALIFORNIA 95814 • (916) 322-4027 • WWW.CALRECYCLE.CA.GOV

February 25, 2010

Phillip Irons, Resource Management Specialist
Stanislaus County
3800 Cornucopia Way, Suite C
Modesto, CA 95358

RE: FINAL AUDIT REPORT – WASTE TIRE ENFORCEMENT ASSISTANCE GRANTS
TEA12-05-0015 AND TEA14-06-0007

Dear Mr. Irons:

Enclosed is the final report on the audit of Stanislaus County, regarding the Waste Tire Enforcement Assistance Grants. The audit included a review of receipts, expenditures, internal controls, and compliance with the grant agreement provisions. The period of review for this audit was June 30, 2006 through June 30, 2008.

No discrepancies were noted during this audit, and the enclosed final report is provided for Stanislaus County's information.

Please contact Ernesto Espinoza, Auditor, at (916) 341-7369 or Ernesto.Espinoza@calrecycle.ca.gov with any questions regarding this report.

Sincerely,

A handwritten signature in black ink, appearing to read "Susan R. Villa", with a long, sweeping horizontal line extending to the right.

Susan R. Villa, Branch Manager
Fiscal Services Branch
Administration and Finance Division

Enclosure

cc: Sonya Harrigfeld, Director, Stanislaus County, Department of Environmental Resources
Bryan Kumimoto, Senior Resources Management Specialist, Department of Environmental Resources
Jim Lee, Branch Manager, Tire Facilities and Evaluation Branch, CalRecycle
Ernesto Espinoza, Auditor, Audits and Evaluations Unit, CalRecycle
CalRecycle Audits and Evaluations Unit File



DEPARTMENT OF RESOURCES RECYCLING AND RECOVERY



301 E Street, MS 15-01, Sacramento, California 95834 (916) 347-7388 - www.dwr.ca.gov

February 12, 2010

Philip Jones, Resource Management Specialist
Stanislaus County
3500 Comptche Way, Suite C
Modesto, CA 95358

RE: FINAL AUDIT REPORT - WASTE TIRE ENFORCEMENT ASSISTANCE GRANTS
TEA14-0810018 AND TEA14-081001

Dear Mr. Jones:

Enclosed is the final report on the audit of Stanislaus County regarding the Waste Tire
Enforcement Assistance Grants. The audit included a review of receipt expenditures,
internal controls, and compliance with the grant agreement provisions. The period of
review for this audit was June 30, 2008 through June 30, 2009.
No discrepancies were noted during this audit, and the enclosed final report is provided
for Stanislaus County's information.

Please contact Emma Espinoza, Auditor, at (916) 347-7388 or
Emma.Espinoza@dwr.ca.gov with any questions regarding this report.

Sincerely,

Susan A. Villa, Branch Manager
Fiscal Services Branch
Administration and Finance Division

Enclosures

cc: County Manager, Director, Stanislaus County, Department of Environmental
Resources
Bryan Kummert, Senior Resource Management Specialist, Department of
Environmental Resources
Jim Lee, Branch Manager, Facilities and Evaluation Branch, California
Estate Espinoza, Auditor, Audit and Evaluation Unit, California
California Audit and Evaluation Unit File

A GRANT AUDIT

Stanislaus County

Waste Tire Enforcement Assistance Grants

Final Audit Report

**Grants: TEA12-05-0015
And TEA14-06-0007**

**For the Period June 30, 2006
Through June 30, 2008**

**Prepared By:
Department of Resources Recycling and Recovery
Audits and Evaluations Unit**

February 2010

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FINAL AUDIT REPORT

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**Audit Report
Stanislaus County
Waste Tire Enforcement Assistance Grant Program
Period Audited: June 30, 2006 through June 30, 2008**

Audit Start Date: January 11, 2010

Physical Address: 3800 Cornucopia Way, Suite C
Modesto, CA 95358

Contact Person: Phillip Irons

Phone Number: (209) 525-6778

E-Mail Address: pironson@envres.org

Auditor: Ernesto Espinoza

SUMMARY

The Department of Resources Recycling and Recovery (CalRecycle), Audits and Evaluations Unit, performed an audit of Stanislaus County regarding the Waste Tire Enforcement Assistance Grant Program. The audit included a review of internal controls, receipts, expenditures, and compliance with the provisions relating to grant agreement numbers TEA12-05-0015 and TEA14-06-0007.

BACKGROUND

Stanislaus County (County), a political subdivision of the State of California governed by an elected Board of Supervisors, exercises the powers specified by the Constitution and statutes of the State. The County's reporting entity includes all significant organizations, departments, and agencies over which the County's Board exercises oversight and budgeting responsibilities. The County's Department of Environmental Resources has general responsibility for these grant projects. The integrated waste management enforcement programs are primarily carried out through Local Enforcement Agencies or by CalRecycle acting as the Local Enforcement Agency (LEA).

CalRecycle receives an annual appropriation from the California Tire Recycling Management Fund to administer the Tire Recycling Act [Chapter 17 as added by SB 937 (Vuich), Statutes of 1990, Chapter 35] and related legislation, of which a portion is allocated for Tire Enforcement Assistance (TEA) grants. The TEA grant provides funding to LEA as well as city and county agencies in California to support waste tire enforcement activities.

Chapter 17, Article 5 (Financial Provisions), Section 72889(d) states in part, "To pay the costs associated with the development and enforcement of regulations relating to the storage of waste tires and used tires. The board shall consider designating a city, county, or city and county as the enforcement authority of regulations relating to the storage of waste tires and used tires, as provided in subdivision (b) of Section 72963."

OBJECTIVE, SCOPE, AND METHODOLOGY

The audit objective was to verify whether the program related costs, reimbursed by CalRecycle to the County, were reasonable, allowable, and allocable in accordance with the fiscal requirements and other provisions of the grant agreements as well as applicable Federal and State regulations.

The audit scope included, but was not limited, to a review and evaluation of the adequacy and accuracy of the documents submitted to CalRecycle by the County in support of the claim for eligibility.

The audit was conducted in accordance with *Government Auditing Standards*. The standards require that the audit be planned and performed to obtain sufficient and appropriate evidence to provide a reasonable basis for the finding(s), if any, and conclusion based on the audit objective.

CONCLUSION

The County was in compliance with TEA grant funding regulations for the audit period of June 30, 2006 through June 30, 2008.

RESTRICTED USE

This report is intended for the information and use of CalRecycle and County management. However, this report is a matter of public record and distribution is not limited.

STATEMENT OF REVENUE AND EXPENDITURES

Stanislaus County
Waste Tire Enforcement Assistance Grant TEA12-05-0015
For the Period June 30, 2006 through June 30, 2007

	<u>Claimed</u>	<u>Audited</u>	<u>Questioned</u>
Revenue:			
Grant Payment Request 1	\$15,976.24	\$15,976.24	\$0
Less 10%	<u>-1,597.62</u>	<u>-1,597.62</u>	<u>0</u>
Total Revenue	<u>\$14,378.62</u>	<u>\$14,378.62</u>	<u>\$0</u>
Expenditures:			
Inspections	\$8,217.54	\$8,217.54	\$0
Training	3,166.84	3,166.84	0
Report Writing	578.70	578.70	0
Equipment	2,058.42	2,058.42	0
Transportation	315.52	315.52	0
Indirect/Misc Costs	1,639.22	1,639.22	0
Less 10%	<u>-1,597.62</u>	<u>-1,597.62</u>	<u>0</u>
Total Expenditures	<u>\$14,378.62</u>	<u>\$14,378.62</u>	<u>\$0</u>

Stanislaus County
Waste Tire Enforcement Assistance Grant TEA14-06-0007
For the Period June 30, 2007 through June 30, 2008

	<u>Claimed</u>	<u>Audited</u>	<u>Questioned</u>
Revenue:			
Grant Payment Request 1 (Final)	\$72,355.80	\$72,355.80	\$0
Mileage Adjustment	<u>-538.56</u>	<u>-538.56</u>	<u>0</u>
 Total Revenue	 <u>\$71,817.24</u>	 <u>\$71,817.24</u>	 <u>\$0</u>
 Expenditures:			
Inspections	\$45,589.78	\$45,589.78	\$0
Enforcement	6,458.38	6,458.38	0
Education	1,079.93	1,079.93	0
Training	3,717.30	3,717.30	0
Report Writing	2,117.50	2,117.50	0
Equipment	3,668.40	3,668.40	0
Transportation	2,706.79	2,706.79	0
Indirect/Misc Costs	<u>6,449.16</u>	<u>6,449.16</u>	<u>0</u>
 Total Expenditures	 <u>\$71,817.24</u>	 <u>\$71,817.24</u>	 <u>\$0</u>